{deleted text} shows text that was in HB0261 but was deleted in HB0261S01.

inserted text shows text that was not in HB0261 but was inserted into HB0261S01.

DISCLAIMER: This document is provided to assist you in your comparison of the two bills. Sometimes this automated comparison will not be completely accurate. Therefore, you need to read the actual bill. This automatically generated document could experience abnormalities caused by: limitations of the compare program; bad input data; the timing of the compare; and other potential causes.

Representative Derek E. Brown proposes the following substitute bill:

#### AMENDMENTS TO TRANSPORTATION PROVISIONS

2011 GENERAL SESSION STATE OF UTAH

**Chief Sponsor: Derek E. Brown** 

#### **LONG TITLE**

#### **General Description:**

This bill modifies the {Aeronautics Act} <u>Transportation Code</u> by amending provisions relating to {penalties for failing to register an } aircraft <u>registrations</u>.

### **Highlighted Provisions:**

This bill:

- \* {provides that a person who fails to register any aircraft required to be registered with the state in the county in which the aircraft is located is subject to certain tax assessment and collection policies and penalties; and
- makes technical changes} requires the Tax Commission to annually provide the
   Utah Division of Aeronautics a list of all aircraft registered in this state;
- requires an interim committee designated by the Legislative Management

  Committee to:

- hear reports from the Department of Transportation and the Tax Commission on aircraft based within the state and aircraft registrations within the state; and
- <u>study the progress and results of updating the information contained in the statewide database of all aircraft based within the state and the compliance rates for aircraft registrations for aircraft that are based within the state.</u>

## Money Appropriated in this Bill:

None

## **Other Special Clauses:**

None

#### **Utah Code Sections Affected:**

AMENDS:

<del>{72-10-112}</del> <u>72-10-110</u>, as <del>{renumbered and}</del> <u>last</u> amended by Laws of Utah <del>{1998}</del> <u>2009</u>, <del>{Chapter 270}</del> <u>Chapters 226 and 358</u>

## **Uncodified Material Affected:**

ENACTS UNCODIFIED MATERIAL

*Be it enacted by the Legislature of the state of Utah:* 

Section 1. Section **72-10-110** is amended to read:

# 72-10-110. Aircraft registration information requirements -- Registration fee -- Administration -- Partial year registration.

- (1) All applications for aircraft registration shall contain:
- (a) a description of the aircraft, including:
- (i) the manufacturer or builder;
- (ii) the aircraft registration number, type, year of manufacture, or if an experimental aircraft, the year the aircraft was completed and certified for air worthiness by an inspector of the Federal Aviation Administration; and
  - (iii) gross weight;
  - (b) the name and address of the owner of the aircraft; and
- (c) where the aircraft is located, or the address where the aircraft is usually used or based.
  - (2) (a) Except as provided in Subsection (3), at the time application is made for

registration or renewal of registration of an aircraft under this chapter, an annual registration fee of 0.4% of the average wholesale value of the aircraft shall be paid.

- (b) For purposes of calculating the value of the aircraft under Subsection (2)(a) or (3)(d), the Tax Commission shall use the average wholesale value as stated in the Aircraft Bluebook Price Digest.
- (3) (a) Notwithstanding Subsection (2), the following aircraft shall pay an annual registration fee of \$100:
  - (i) an aircraft not listed in the Aircraft Bluebook Price Digest; or
  - (ii) an experimental aircraft.
  - (b) Notwithstanding Subsection (2), an aircraft 50 years or older shall pay the lesser of:
  - (i) \$100; or
  - (ii) the uniform fee provided for under Subsection (2)(a).
- (c) Notwithstanding Subsection (2), an aircraft that does not have a valid airworthiness certificate for a period of six months or more:
  - (i) may not apply for a certificate of registration required under Section 72-10-109; and
- (ii) is exempt from paying a registration fee until the aircraft has a valid airworthiness certificate.
- (d) Notwithstanding Subsection (2), an aircraft shall pay an annual registration fee of .25% of the average wholesale value of the aircraft if:
  - (i) used by an air charter service for air charter; and
  - (ii) owned by a person other than the air charter service.
- (4) (a) The Tax Commission shall provide a registration card to an owner of an aircraft if:
  - (i) the owner complies with the registration requirements of this section; and
  - (ii) the owner of the aircraft states that the aircraft has a valid airworthiness certificate.
  - (b) An owner of an aircraft shall carry the registration card in the registered aircraft.
- (5) The registration fees assessed under this chapter shall be collected by the Tax Commission to be distributed as provided in Subsection (6).
- (6) After deducting the costs of administering all aircraft registrations under this chapter, the Tax Commission shall deposit all remaining aircraft registration fees in the Aeronautics Restricted Account created by Section 72-2-126.

- (7) Aircraft which are registered under this chapter for less than a full calendar year shall be charged a registration fee which is reduced in proportion to the fraction of the calendar year during which the aircraft is registered in this state.
- (8) (a) The Utah Division of Aeronautics shall maintain a statewide database of all aircraft based within the state.
- (b) On or before October 1 of each year, the Utah Division of Aeronautics shall provide the Tax Commission with the data the Tax Commission requires from the database described in Subsection (8)(a).
- (c) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the commission may by rule define the contents of the database described in Subsection (8)(a).
- (d) The Tax Commission shall annually provide the Utah Division of Aeronautics a list of all aircraft registered in this state.
- (9) The Tax Commission may suspend or revoke a registration if it determines that the required fee has not been paid and the fee is not paid upon reasonable notice and demand.

Section  $\{1\}$  2.  $\{$ Section 72-10-112 is amended to read:

72-10-112. Failure to register -- Penalty.

Failure to register any aircraft required to be registered with the state in the county in which the aircraft is located subjects the owners of the aircraft to the [same penalties provided for motor vehicles under Sections 41-1a-1101, 41-1a-1301, and 41-1a-1307] policies and penalties provided for in Title 59, Chapter 1, Part 14, Assessment, Collections, and Refunds Act.

**Legislative Review Note** 

as of 1-28-11 3:57 PM

Office of Legislative Research and General Counsel} Study.

(1) During the 2011 interim, the Legislative Management Committee shall designate an appropriate interim committee of the Legislature to study the progress and results of updating

the information contained in the statewide database of all aircraft based within the state and the compliance rates for aircraft registrations for aircraft that are based within the state.

- (2) The Department of Transportation shall report to the designated interim committee on the progress of updating the information contained in the statewide database of all aircraft based within the state maintained by the Division of Aeronautics.
- (3) The Tax Commission shall report to the designated interim committee on aircraft registration compliance rates for aircraft that are based within the state.
  - (4) The designated interim committee shall:
  - (a) hear the reports required under Subsections (2) and (3); and
- (b) consider appropriate legislative remedies for increased enforcement of aircraft registration compliance, including providing compensation to airport operators for the costs of disclosing information regarding aircraft that are based within the state to the Division of Aeronautics.